

MOR-1**UNITED STATES BANKRUPTCY COURT**

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658
PROPOSED PLAN DATE: _____

PETITION DATE: 8/23/2018
DISTRICT OF TEXAS: Southern
DIVISION: Houston

MONTHLY OPERATING REPORT SUMMARY FOR MONTH March ***YEAR 2019**

MONTH	September	October	November	December	January	February	March
REVENUES (MOR-6)	0.00	0.00	0.00	2,575,000.00	0.00	0.00	0.00
INCOME BEFORE INT; DEPREC./TAX (MOR-6)	-1,501.74	-5,398.89	-2,265.93	-23,372.97	-7,173.99	-9,762.31	-24,264.85
NET INCOME (LOSS) (MOR-6)	-1,502.17	-5,412.22	-18,489.85	-87,300.31	-43,155.84	-41,578.79	-64,719.08
PAYMENTS TO INSIDERS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO PROFESSIONALS (MOR-9)	0.00	2,266.00	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS (MOR-8)	1,501.74	5,388.24	23,157.74	82,068.09	44,752.46	41,123.26	64,069.21

*This monthly operating report includes all amounts from the Petition Date through March 31, 2019.

REQUIRED INSURANCE MAINTAINED AS OF SIGNATURE DATE		EXP. DATE
CASUALTY	YES (X) NO ()	11-06-2019
LIABILITY	YES (X) NO ()	11-06-2019
VEHICLE	YES () NO (X)	- - -
WORKER'S	YES () NO (X)	- - -
OTHER	YES () NO (X)	- - -

CIRCLE ONE

Are all accounts receivable being collected within terms? ☒ Yes ☐ No

Are all post-petition liabilities, including taxes, being paid within terms? ☒ Yes ☐ No

Have any pre-petition liabilities been paid? ☒ Yes ☐ No

If so, describe _____

Are all funds received being deposited into DIP bank accounts? ☒ Yes ☐ No

Were any assets disposed of outside the normal course of business? ☒ Yes ☐ No

If so, describe _____

Are all U.S. Trustee Quarterly Fee Payments current? ☒ Yes ☐ No

What is the status of your Plan of Reorganization? _____

Order Approving Disclosure Statement entered [ECF 344]

ATTORNEY NAME: Charles Rubio
FIRM NAME: Diamond McCarthy LLP
ADDRESS: 909 Fannin Street, 37th Floor
CITY, STATE, ZIP: Houston, Texas 77010
TELEPHONE/FAX: 713-333-5100

MOR-1

I certify under penalty of perjury that the following complete
Monthly Operating Report (MOR), consisting of MOR-1 through
MOR-9 plus attachments, is true and correct.

SIGNED X Charles Foster Manager
(OBJECTIVE SIGNATURE)

Charles Foster
(PRINT NAME OF SIGNATORY)

DATE

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

COMPARATIVE BALANCE SHEETS

ASSETS	FILING DATE*	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH
CURRENT ASSETS									
Cash	0.00	0.00		495.48	150,063.40	152,050.94	150,527.68	86,458.47	
Accounts Receivable, Net	0.00	0.00							
Inventory: Lower of Cost or Market	0.00	0.00							
Prepaid Expenses	0.00	0.00		23,973.65	21,835.24	19,696.83	17,558.42	15,420.01	
Investments	0.00	0.00							
Other	0.00	0.00							
TOTAL CURRENT ASSETS	0.00	0.00	0.00	24,469.13	171,898.64	171,747.77	168,086.10	101,878.48	0.00
PROPERTY, PLANT & EQUIP. @ COST	0.00	0.00							
Less Accumulated Depreciation	0.00	0.00							
NET BOOK VALUE OF PP & E	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OTHER ASSETS									
1. Tax Deposits	0.00	0.00							
2. Investments in Subsidiaries	0.00	0.00							
3. Electric Deposit*	200.00	200.00	200.00	200.00	200.00	200.00	200.00	200.00	
4. Real property*	5,500,000.00	5,500,000.00	5,500,000.00	5,500,000.00	3,138,006.72	3,138,006.72	3,138,006.72	3,138,006.72	
TOTAL ASSETS	\$5,500,200.00	\$5,500,200.00	\$5,500,200.00	\$5,524,669.13	\$3,310,105.36	\$3,309,954.49	\$3,306,292.82	\$3,240,085.20	\$0.00

* Per Schedules and Statement of Affairs

MOR-2

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE*	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH
LIABILITIES									
POST-PETITION LIABILITIES(MOR-4)		1,502.17	6,914.39	49,873.37	129,934.91	172,939.88	210,857.00	209,368.46	0.00
PRE-PETITION LIABILITIES									
Notes Payable - Secured	5,293,022.44	5,293,022.44	5,293,022.44	5,293,022.44	3,139,200.44	3,139,200.44	3,139,200.44	3,139,200.44	
Priority Debt									
Federal Income Tax									
FICA/Withholding									
Unsecured Debt	593,843.04	593,843.04	593,843.04	593,843.04	540,340.04	540,340.04	540,340.04	540,340.04	
Other									
TOTAL PRE-PETITION LIABILITIES	5,886,865.48	5,886,865.48	5,886,865.48	5,886,865.48	3,679,540.48	3,679,540.48	3,679,540.48	3,679,540.48	0.00
TOTAL LIABILITIES	5,886,865.48	5,888,367.65	5,893,779.87	5,936,738.85	3,809,475.39	3,852,480.36	3,890,397.48	3,888,908.94	0.00
OWNER'S EQUITY (DEFICIT)									
PREFERRED STOCK									
COMMON STOCK									
ADDITIONAL PAID-IN CAPITAL	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	
RETAINED EARNINGS: Filing Date									
RETAINED EARNINGS: Post Filing Date		-1,502.17	-6,914.39	-25,404.24	-112,704.55	-155,860.39	-197,439.18	-262,158.26	0.00
TOTAL OWNER'S EQUITY (NET WORTH)	-386,665.48	-388,167.65	-393,579.87	-412,069.72	-499,370.03	-542,525.87	-584,104.66	-648,823.74	0.00
TOTAL LIABILITIES & OWNERS EQUITY	\$5,500,200.00	\$5,500,200.00	\$5,500,200.00	\$5,524,669.13	\$3,310,105.36	\$3,309,954.49	\$3,306,292.82	\$3,240,085.20	\$0.00

* Per Schedules and Statement of Affairs

MOR-3

Revised 07/01/98

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

SCHEDULE OF POST-PETITION LIABILITIES

	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH
TRADE ACCOUNTS PAYABLE		10.65						
TAX PAYABLE								
Federal Payroll Taxes								
State Payroll Taxes								
Ad Valorem Taxes								
Other Taxes								
TOTAL TAXES PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SECURED DEBT POST-PETITION								
ACCRUED INTEREST PAYABLE								
ACCRUED PROFESSIONAL FEES*								
OTHER ACCRUED LIABILITIES								
1. Accrued interest on DIP Financing	0.43	13.76	84.46	286.29	640.55	1,046.96	1,548.22	
2. Dip financing	1,501.74	6,889.98	30,543.20	112,392.71	157,132.71	196,732.71	196,732.71	
3. Insurance payable			19,245.71	17,255.91	15,166.62	13,077.33	11,087.53	
TOTAL POST-PETITION LIABILITIES (MOR-3)	\$1,502.17	\$6,914.39	\$49,873.37	\$129,934.91	\$172,939.88	\$210,857.00	\$209,368.46	\$0.00

*Payment requires Court Approval

MOR-4

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

AGING OF POST-PETITION LIABILITIES
MONTH March

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	AD VALOREM, OTHER TAXES	Other
0-30	501.26					501.26
31-60	40,006.41					40,006.41
61-90	45,094.26					45,094.26
91+	123,766.53					123,766.53
TOTAL	\$209,368.46	\$0.00	\$0.00	\$0.00	\$0.00	\$209,368.46

AGING OF ACCOUNTS RECEIVABLE

MONTH						
0-30 DAYS						
31-60 DAYS						
61-90 DAYS						
91+ DAYS						
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

MOR-5

CASE NAME: HouTex Builders LLC

CASE NUMBER: 18-34658

STATEMENT OF INCOME (LOSS)

	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	FILING TO DATE
REVENUES (MOR-1)				2,575,000.00				2,575,000.00
TOTAL COST OF REVENUES	0.00			2,596,034.78	-2,000.00			2,594,034.78
GROSS PROFIT	0.00	0.00	0.00	-21,034.78	2,000.00	0.00	0.00	-19,034.78
OPERATING EXPENSES:								
Selling & Marketing								0.00
General & Administrative		3,132.89	253.63	2,338.19	6,710.58	7,623.90	22,126.44	42,185.63
Insiders Compensation								0.00
Professional Fees		2,266.00						2,266.00
Insurance	1,501.74		1,687.30		2,138.41	2,138.41	2,138.41	9,604.27
Trustee fees			325.00		325.00			650.00
TOTAL OPERATING EXPENSES	1,501.74	5,398.89	2,265.93	2,338.19	9,173.99	9,762.31	24,264.85	54,705.90
INCOME BEFORE INT, DEPR/TAX (MOR-1)	-1,501.74	-5,398.89	-2,265.93	-23,372.97	-7,173.99	-9,762.31	-24,264.85	-73,740.68
INTEREST EXPENSE	0.43	13.33	16,223.92	63,927.34	35,981.85	31,816.48	40,454.23	188,417.58
DEPRECIATION								0.00
OTHER (INCOME) EXPENSE*								0.00
OTHER ITEMS**								0.00
TOTAL INT, DEPR & OTHER ITEMS	0.43	13.33	16,223.92	63,927.34	35,981.85	31,816.48	40,454.23	188,417.58
NET INCOME BEFORE TAXES	-1,502.17	-5,412.22	-18,489.85	-87,300.31	-43,155.84	-41,578.79	-64,719.08	-262,158.26
FEDERAL INCOME TAXES								0.00
NET INCOME (LOSS) (MOR-1)	(\$1,502.17)	(\$5,412.22)	(\$18,489.85)	(\$87,300.31)	(\$43,155.84)	(\$41,578.79)	(\$64,719.08)	(\$262,158.26)

Accrual Accounting Required, Otherwise Footnote with Explanation.

* Footnote Mandatory.

** Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

MOR-6

CASE NAME: HouTex Builders LLC

CASE NUMBER: 18-34658

CASH RECEIPTS AND DISBURSEMENTS	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	FILING TO DATE
1. CASH-BEGINNING OF MONTH	\$0.00	\$0.00	\$0.00	\$495.48	\$150,063.40	\$152,050.94	\$150,527.68	\$0.00
RECEIPTS:								
2. CASH SALES								0.00
3. COLLECTION OF ACCOUNTS RECEIVABLE								0.00
4. LOANS & ADVANCES (attach list)***	1,501.74	5,388.24	23,653.22	81,849.51	44,740.00	39,600.00		196,732.71
5. SALE OF ASSETS				149,786.50				149,786.50
6. OTHER (attach list)****					2,000.00			2,000.00
TOTAL RECEIPTS**	1,501.74	5,388.24	23,653.22	231,636.01	46,740.00	39,600.00	0.00	348,519.21
(Withdrawal) Contribution by Individual Debtor MFR-2*								0.00
DISBURSEMENTS:								
7. NET PAYROLL								0.00
8. PAYROLL TAXES PAID								0.00
9. SALES, USE & OTHER TAXES PAID								0.00
10. SECURED/RENTAL/LEASES								0.00
11. UTILITIES & TELEPHONE		2,130.24	256.28	187.78	77.46	410.54	180.70	3,243.00
12. INSURANCE	1,501.74		6,415.24	1,989.80	2,089.29	2,089.29	2,094.29	16,179.65
13. INVENTORY PURCHASES								0.00
14. INTEREST EXPENSES			16,153.22	79,878.51	35,627.59	31,410.07	39,952.97	203,022.36
15. TRAVEL & ENTERTAINMENT								0.00
16. REPAIRS, MAINTENANCE & SUPPLIES		992.00			6,383.12	7,213.36	21,841.25	36,429.73
17. ADMINISTRATIVE & SELLING			8.00	12.00	250.00			270.00
18. OTHER (attach list)								0.00
TOTAL DISBURSEMENTS FROM OPERATIONS	1,501.74	3,122.24	22,832.74	82,068.09	44,427.46	41,123.26	64,069.21	259,144.74
19. PROFESSIONAL FEES		2,266.00						2,266.00
20. U.S. TRUSTEE FEES			325.00		325.00			650.00
21. OTHER REORGANIZATION EXPENSES (attach list)								0.00
TOTAL DISBURSEMENTS**	1,501.74	5,388.24	23,157.74	82,068.09	44,752.46	41,123.26	64,069.21	262,060.74
22. NET CASH FLOW	0.00	0.00	495.48	149,567.92	1,987.54	-1,523.26	-64,069.21	86,458.47
23. CASH - END OF MONTH (MOR-2)	\$0.00	\$0.00	\$495.48	\$150,063.40	\$152,050.94	\$150,527.68	\$86,458.47	\$86,458.47

* Applies to Individual debtors only

**Numbers for the current month should balance (match)

*** Advance from Charles Foster

****Refund from construction vendor on home sold in prior month

RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-8

MOR-7

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

CASH ACCOUNT RECONCILIATION
MONTH OF March

BANK NAME	Frost Bank				
ACCOUNT NUMBER	#*****6345	#	#		
ACCOUNT TYPE	OPERATING	PAYROLL	TAX	OTHER FUNDS	TOTAL
BANK BALANCE	126,592.14				\$126,592.14
DEPOSITS IN TRANSIT					\$0.00
OUTSTANDING CHECKS	40,133.67				\$40,133.67
ADJUSTED BANK BALANCE	\$86,458.47	\$0.00	\$0.00	\$0.00	\$86,458.47
BEGINNING CASH - PER BOOKS	150,527.68				\$150,527.68
RECEIPTS*	0.00				\$0.00
TRANSFERS BETWEEN ACCOUNTS					\$0.00
(WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2					\$0.00
CHECKS/OTHER DISBURSEMENTS*	64,069.21				\$64,069.21
ENDING CASH - PER BOOKS	\$86,458.47	\$0.00	\$0.00	\$0.00	\$86,458.47

MOR-8

*Numbers should balance (match) TOTAL RECEIPTS and
TOTAL DISBURSEMENTS lines on MOR-7

CASE NAME: HouTex Builders LLC
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PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals.

Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary).

INSIDERS: NAME/COMP TYPE	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH
1.								
2.								
3.								
4.								
5.								
6.								
TOTAL INSIDERS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

PROFESSIONALS	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH
1. Schmuck, Smith, Tees & Co PC	0.00	2,266.00						
2.								
3.								
4.								
5.								
6.								
TOTAL PROFESSIONALS (MOR-1)	\$0.00	\$2,266.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

MOR-9